

**2SHB 1213 - H AMD 440**

By Representative Young

WITHDRAWN 03/09/2021

1 On page 26, after line 14, insert the following:

2

3 **"Sec. 313.** RCW 82.04.2905 and 1998 c 312 s 7 are each amended  
4 to read as follows:

5 ~~((Upon))~~ (1) Except as provided in subsection (2) of this  
6 section, upon every person engaging within this state in the  
7 business of providing child care for periods of less than ((twenty-  
8 four)) 24 hours; as to such persons the amount of tax with respect  
9 to such business shall be equal to the gross proceeds derived from  
10 such sales multiplied by the rate of 0.484 percent.

11 (2)(a) Upon persons engaging within this state in the business  
12 of providing child care for periods of less than 24 hours from July  
13 1, 2021, through June 30, 2031, who provide child care in the  
14 locations described in subsection (2)(b) of this section; as to such  
15 persons the amount of tax with respect to such business shall be  
16 equal to the gross proceeds derived from such sales multiplied by  
17 the rate of 0.0013 percent.

18 (b) The department of children, youth, and families shall  
19 analyze data from the last federal census to determine and make  
20 publicly available which zip codes in the state are in the top 10  
21 percent of the most racially and ethnically diverse, considering the  
22 following groups:

- 23 (i) Black or African American;  
24 (ii) American Indian and Alaska Native;  
25 (iii) Hispanic or Latinx;  
26 (iv) Asian; and  
27 (v) Other multiracial.

1       (3) Subsection (2) of this section is exempt from the  
2 requirements of RCW 82.32.808.

3  
4       NEW SECTION. Sec. 314. A new section is added to chapter 82.04  
5 RCW to read as follows:

6       (1) This chapter does not apply to child care providers located  
7 in child care deserts.

8       (2) For the purposes of this section, "child care desert" is  
9 defined as any census tract with at least 50 children under the age  
10 of five and either no child care providers or so few options that  
11 there are more than three times as many children under age five as  
12 licensed child care slots.

13       (3) This section is exempt from the requirements of RCW  
14 82.32.808 and RCW 82.32.805."

15  
16       Correct the title.

EFFECT: Reduces the business and occupation tax rate from 0.484 percent to .0013 percent from July 1, 2021, to June 30, 2031, for child care providers operating in the top 10 most racially diverse zip codes in the state as determined by the Department of Children, Youth, and Families. Exempts the tax preference from the tax preference performance statement requirements. Creates a business and occupation tax exemption for child care providers located in child care deserts. Exempts the tax exemption from the tax preference performance statement requirements.

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